

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1686 – HB 2052

June 10, 2009

SUMMARY OF AMENDMENT (009860): Deletes the language of the original bill. Requires any applicant who applies for motor vehicle registration, who was a resident of a county in a previous year and was liable for and failed to pay applicable wheel tax, to be liable for and pay all prior years' wheel taxes prior to being issued such registration.

FISCAL IMPACT OF ORIGINAL BILL:

Decrease State Revenue –
\$4,993,300/FY09-10
\$5,994,400/FY10-11 and Subsequent Years

Increase State Expenditures - \$23,100/One-Time

Decrease Local Revenue –
\$6,201,900/FY09-10
\$7,445,200/FY10-11 and Subsequent Years

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Other Fiscal Impact – Some counties may experience an increase in revenue of unknown amounts if back wheel taxes are paid. Any cumulative increase to local government revenue cannot be reasonably quantified due to several unknown factors.

Assumptions applied to amendment:

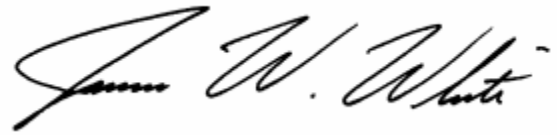
- The fiscal impact for this bill as amended is dependent upon several unknown factors such as the number of county clerks with the ability and resources to determine delinquent wheel tax, the number of delinquent applicants statewide, the number of years that any delinquent applicants are liable, and the rate of collection from county to county.

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- Given the extent of unknown factors, determining a precise estimate for any increase to local government as the result of collecting additional wheel taxes cannot be reasonably quantified.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive, flowing style.

James W. White, Executive Director

/rnc